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**CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana**

**General Purpose Financial Statements  
With Accountant's Compilation Report  
As of and for the Year Ended  
December 31, 2007**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4/2/08

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana

General Purpose Financial Statements  
With Accountant's Compilation Report  
As of and for the Year Ended  
December 31, 2007

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CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana  
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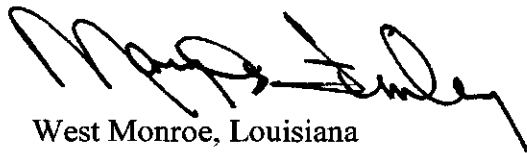
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Public Accountants

## Accountant's Compilation Report

BOARD OF COMMISSIONERS  
CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana

I have compiled the accompanying general purpose financial statements, as listed in the foregoing table of contents, of the Claiborne Parish Fire Protection District No. 4 as of December 31, 2007, and for the year then ended, in accordance with standards established by *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any form of assurance on them.



West Monroe, Louisiana  
February 18, 2008

**REQUIRED SUPPLEMENTARY INFORMATION**  
**PART I**

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana

**Management's Discussion and Analysis**  
December 31, 2007

As management of the Claiborne Parish Fire Protection District No. 4, we offer readers of the Claiborne Parish Fire Protection District No. 4's financial statements this narrative overview and analysis of the financial activities of the Claiborne Parish Fire Protection District No. 4 for the fiscal year ended December 31, 2007. Please read it in conjunction with the basic financial statements and the accompanying notes to the financial statements.

**Overview of the Financial Statements**

This Management Discussion and Analysis document introduces the Claiborne Parish Fire Protection District No. 4's basic financial statements. The annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (Government-wide Financial Statements) provide information about the financial activities as a whole and illustrate a longer-term view of the district's finances. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Fund (Fund Financial Statements) tell how these services were financed in the short term as well as what remains for future spending. Fund Financial Statements also report the operations in more detail than the Government-Wide Financial Statements by providing information about the most significant funds. This report also contains other supplementary information in addition to the basic financial statements themselves.

Our auditor has provided assurance in her independent auditor's report that the Basic Financial Statements are fairly stated. The auditor, regarding the Required Supplemental Information and the Supplemental Information is providing varying degrees of assurance. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the Claiborne Parish Fire Protection District No. 4's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the Claiborne Parish Fire Protection District No. 4's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Claiborne Parish Fire Protection District No. 4 is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows. Thus, revenues and expenses are

reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, earned, but unused, sick leave).

**Fund financial statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Claiborne Parish Fire Protection District No. 4, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Claiborne Parish Fire Protection District No. 4 are governmental funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Claiborne Parish Fire Protection District No. 4 adopts an annual appropriated budget for the general fund. A budgetary comparison statement is provided for the major fund to demonstrate compliance with this budget.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the Claiborne Parish Fire Protection District No. 4's performance.

### **Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. At the close of the most recent fiscal year, assets of the Claiborne Parish Fire Protection District No. 4 exceeded liabilities by \$484,084. Approximately 31% of the Claiborne Fire Protection District No. 4's net assets reflects its investment in capital assets (e.g., equipment), less any related debt used to acquire those assets that is still outstanding. These assets are not available for future spending.

The balance in unrestricted net assets is affected by two factors: 1) resources expended, over time, by the Claiborne Parish Fire Protection District No. 4 to acquire capital assets from sources other than internally generated funds (i.e., debt), and 2) required depreciation on assets.

# STATEMENT OF NET ASSETS

	<u>2007</u>	<u>2006</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$198,754	\$102,804
Receivables	141,713	132,402
Capital assets (net of accumulated depreciation)	<u>149,113</u>	<u>234,958</u>
<b>TOTAL ASSETS</b>	<u><b>\$489,580</b></u>	<u><b>\$470,164</b></u>
<b>LIABILITIES</b>		
Accounts payable	\$5,496	\$5,183
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	149,113	234,958
Unrestricted	<u>334,971</u>	<u>230,023</u>
<b>TOTAL NET ASSETS</b>	<u><b>\$484,084</b></u>	<u><b>\$464,981</b></u>

# STATEMENT OF ACTIVITIES

	<u>2007</u>	<u>2006</u>
<b>Taxation:</b>		
Personal services	\$13,800	\$13,800
Operating services	29,896	41,234
Materials and supplies	3,826	2,428
Intergovernmental	30,047	29,797
Depreciation expense	<u>85,845</u>	<u>85,945</u>
<b>Total Program Expenses</b>	<u>163,414</u>	<u>173,204</u>
<b>General revenues:</b>		
Taxes - ad valorem	150,538	140,264
Fire insurance rebate	22,654	21,083
Interest earned	8,484	6,084
Other	<u>841</u>	<u>2,985</u>
<b>Total General Revenues</b>	<u>182,517</u>	<u>170,416</u>
<b>Change in Net Assets</b>	<u>19,103</u>	<u>(2,788)</u>
<b>Net Assets - Beginning of year</b>	<u>464,981</u>	<u>467,769</u>
<b>Net Assets - End of year</b>	<u><b>\$484,084</b></u>	<u><b>\$464,981</b></u>

## Financial Analysis of the Government's Funds

As noted earlier, the Claiborne Parish Fire Protection District No. 4 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2007, the general fund's governmental fund balances of \$334,971 showed an increase of \$104,948 over December 31, 2006.

## **General Fund Budgetary Highlights**

There were no budget amendments during the current year.

## **Capital Asset and Debt Administration**

**Capital assets.** The Claiborne Parish Fire Protection District No. 4's investment in capital assets for its governmental activities as of December 31, 2007, amounts to \$149,113 (net of accumulated depreciation). This investment includes buildings, vehicles, furniture and equipment. There were no increases or decreases capital assets for the year.

**Long-term debt.** The Claiborne Parish Fire Protection District No. 4's has no long-term debt outstanding at December 31, 2007.

## **Requests for Information**

This financial report is designed to provide a general overview of the Claiborne Parish Fire Protection District No. 4's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Claiborne Parish Fire Protection District No. 4, P.O. Box 87, Homer, LA 71040

February 18, 2008

## **BASIC FINANCIAL STATEMENTS**

**Statement A**

**CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana**

**STATEMENT OF NET ASSETS  
December 31, 2007**

**ASSETS**

Cash and cash equivalents	\$198,754
Receivables - ad valorem taxes	141,713
Capital assets (net of accumulated depreciation)	<u>149,113</u>
<b>TOTAL ASSETS</b>	<b><u>\$489,580</u></b>

**LIABILITIES**

Accounts payable	\$5,496
------------------	---------

**NET ASSETS**

Invested in capital assets, net of related debt	149,113
Unrestricted	<u>334,971</u>
<b>TOTAL NET ASSETS</b>	<b><u>\$484,084</u></b>

See accompanying notes and accountant's report.

**Statement B**

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana

STATEMENT OF ACTIVITIES  
December 31, 2007

Public safety:	
Personal services	\$13,800
Operating services	29,896
Materials and supplies	3,826
Intergovernmental	30,047
Depreciation expense	85,845
Total Program Expenses	<u>163,414</u>
General revenues:	
Taxes - ad valorem	150,538
Fire insurance rebate	22,654
Interest earned	8,484
Other	841
Total General Revenues	<u>182,517</u>
Change in Net Assets	19,103
Net Assets - Beginning of year	<u>464,981</u>
Net Assets - End of year	<u>\$484,084</u>

See accompanying notes and accountant's report.

**Statement C**

**CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana  
GOVERNMENTAL FUNDS**

**Balance Sheet, December 31, 2007**

**ASSETS**

Cash and cash equivalents	\$198,754
Receivables - ad valorem taxes	<u>141,713</u>
<b>TOTAL ASSETS</b>	<b><u>\$340,467</u></b>

**LIABILITIES AND FUND EQUITY**

Liabilities - accounts payable	\$5,496
Fund Equity - fund balances - unreserved - undesignated	<u>334,971</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b><u>\$340,467</u></b>

See accompanying notes and accountant's report.

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana

Reconciliation of Governmental Funds  
Balance Sheet to the Statement of Net Assets

For the Year Ended December 31, 2007

Total Fund Balances at December 31, 2007 - Governmental Funds (Statement C)		<u>\$334,971</u>
Cost of capital assets at December 31, 2007	\$608,463	
Less: Accumulated depreciation as of December 31, 2007	<u>(459,350)</u>	<u>149,113</u>
Net Assets at December 31, 2007 (Statement A)		<u><u>\$484,084</u></u>

**Statement D**

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana  
GOVERNMENTAL FUND TYPE - GENERAL FUND

Statement of Revenues, Expenditures,  
and Changes in Fund Balance  
For the Year Ended December 31, 2007

**REVENUES**

Ad valorem taxes	\$150,538
Intergovernmental revenues - fire insurance rebate	22,654
Use of money and property	8,484
Other revenues	<u>841</u>
Total revenues	<u>182,517</u>

**EXPENDITURES**

Public safety:	
Current:	
Personal services	13,800
Operating services	29,896
Materials and supplies	3,826
Intergovernmental	<u>30,047</u>
Total expenditures	<u>77,569</u>

<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	104,948
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<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>230,023</u>
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<b>FUND BALANCE AT END OF YEAR</b>	<u><u>\$334,971</u></u>
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See accompanying notes and accountant's report.

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana

Reconciliation of Governmental Funds  
Statement of Revenue, Expenditures, and Changes  
in Fund Balances to the Statement of Activities

For the Year Ended December 31, 2007

Total net change in fund balances - governmental funds (Statement D)	\$104,948
Amounts reported for governmental activities in the Statement of Activities are different because:	
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceed depreciation for the period.	<u>(85,845)</u>
Change in net assets of governmental activities (Statement B)	<u><u>\$19,103</u></u>

**CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana  
Notes to the Financial Statements  
As of and for the Year Ended December 31, 2007**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Claiborne Parish Fire Protection District No. 4 was created by the Claiborne Parish Police Jury, as authorized by Louisiana Revised Statute 40:1492, on March 9, 1989. The district is governed by a five member board appointed by the Claiborne Parish Police Jury, the Town of Homer, and by the board. Board members serve without benefit of compensation. The district is responsible for collecting an ad valorem tax within the boundaries of the district and for maintaining and operating fire stations and equipment and providing fire protection within the boundaries of the district. As discussed in note 4, the district remits a portion of its funds to the Town of Homer which is responsible for fire protection within the boundaries of the town.

The accompanying financial statements of the Claiborne Parish Fire Protection District No. 4 have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement 34, *Basic Financial Statements-and Management's Discussion and Analysis -for State and Local Governments*, issued in June 1999.

**A. REPORTING ENTITY**

As the governing authority of the parish, for reporting purposes, the Claiborne Parish Police Jury is the financial reporting entity for Claiborne Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 established criteria for determining which component units should be considered part of the Claiborne Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial responsibility. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

1. Appointing a voting majority of an organization's governing body, and:
  - a. The ability of the police jury to impose its will on that organization and/or

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana  
Notes to the Financial Statements (Continued)

- b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the police jury created the district, appoints certain commissioners of the district, and has the ability to impose its will on the district, the district was determined to be a component unit of the Claiborne Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the district and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the Claiborne Parish financial reporting entity.

## **B. BASIC FINANCIAL STATEMENTS - GOVERNMENT-WIDE STATEMENTS**

The district's basic financial statements include both government-wide (reporting the district as a whole) and fund financial statements (reporting the district's major fund). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. All activities of the district are classified as governmental.

The Statement of Net Assets (Statement A) and the Statement of Activities (Statement B) display information about the reporting government as a whole. These statements include all the financial activities of the district.

In the Statement of Net Assets, governmental activities are presented on a consolidated basis and are presented on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term obligations. Net assets are reported in three parts; invested in capital assets, net of any related debt; restricted net assets; and unrestricted net assets. The district first uses restricted resources to finance qualifying activities.

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues,

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana  
Notes to the Financial Statements (Continued)

expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

**Program Revenues** - Program revenues included in the Statement of Activities (Statement B) are derived directly from parties outside the district's taxpayers or citizenry. Program revenues reduce the cost of the function to be financed from the district's general revenues.

**Allocation of Indirect Expenses** - The district reports all direct expenses by function in the Statement of Activities (Statement B). Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the Statement of Activities. Depreciation expense, which can be specifically identified by function, is included in the direct expenses of each function.

### **C. BASIC FINANCIAL STATEMENTS - FUND FINANCIAL STATEMENTS**

The financial transactions of the district are reported in individual funds in the fund financial statements. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

Fund financial statements report detailed information about the district. The focus of governmental fund financial statements is on major funds rather than reporting funds by type.

A fund is a separate accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Funds are classified into three categories; governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate "fund types". Governmental funds are used to account for a government's general activities, where the focus of attention is on the providing of services to the public as opposed to proprietary funds where the focus of attention is on recovering the cost of providing services to the public or other agencies through service charges or user fees. The district's current operations require the use of only governmental funds. The governmental fund type used by the district is described as follows:

#### **Governmental Fund Type**

**General Fund** - The General Fund is the principal fund of the district and is used to account for the operations of the district's office. The various fees and charges due to

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana  
Notes to the Financial Statements (Continued)

the district's office are accounted for in this fund. General operating expenditures are paid from this fund.

**D. BASIS OF ACCOUNTING**

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurement made regardless of the measurement focus applied.

**1. Accrual:**

The governmental type activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

**2. Modified Accrual:**

The governmental fund financial statements are presented on the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Governmental funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The district considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. The governmental funds use the following practices in recording revenues and expenditures:

**CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana  
Notes to the Financial Statements (Continued)**

**Revenues**

Ad valorem taxes are budgeted in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis and attach as an enforceable lien and become due and payable on the date the tax rolls are filed with the recorder of mortgages. Louisiana Revised Statute 47:1993 requires that the tax roll be filed on or before November 15 of each year. Ad valorem taxes become delinquent if not paid by December 31. The taxes are normally collected in December of the current year and January and February of the ensuing year.

Other intergovernmental revenues are recorded when the district is entitled to the funds.

Interest income on demand deposits is recorded when the interest has been earned and the amount is determinable.

Based on the above criteria, ad valorem taxes and other intergovernmental revenues have been treated as susceptible to accrual.

**Expenditures**

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

**E. CASH AND CASH EQUIVALENTS**

Under state law, the district may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The district may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At December 31, 2007, the district has cash and cash equivalents (book balances) totaling \$198,754.

These deposits are stated at cost, which approximates market. Under state law, these deposits, or the resulting bank balances, must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These deposits are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Cash (bank balances) at December 31, 2007, total \$201,897 and are fully secured by federal deposit insurance and pledged securities.

CLAIBORNE PARISH FIRE  
 PROTECTION DISTRICT NO. 4  
 Homer, Louisiana  
 Notes to the Financial Statements (Continued)

**F. RISK MANAGEMENT**

The fire district is exposed to various risk of loss related to torts; theft of, damage to, and destruction of assets; and injuries to employees. To handle such risk of loss, the police jury maintains coverage on the fire district. The policy covers general liability, property, employee liability, and public officials liability. No claims were paid on any of the policies during the past three years which exceeded the policies' coverage amounts. There were no significant reductions in insurance coverage during the year ended December 31, 2007.

**2. LEVIED TAXES**

The district is authorized to levy a maximum tax of 11.15 mills on property within the boundaries of the district for maintenance and operation of the district. The district levied 10.23 mills for 2007. The tax will expire with the 2013 tax roll.

The difference between authorized and levied millage is the result of reassessments of taxable property in the parish, as required by Article VII, Section 18 of the Louisiana Constitution of 1974. The following are the principal taxpayers for the parish and their 2007 assessed valuation.

	2007 Assessed Valuation	Percent of Total Assessed Valuation
Texas Gas Transmission Company	\$4,902,140	4.62%
Marathon Oil Company	4,365,508	4.12%
Covalence Specialty COA	3,683,150	3.47%
Duke Energy Field Service	2,682,826	2.53%
XTO Energy	2,579,668	2.43%
Hunt Oil Company	2,366,000	2.23%
Claiborne Electric Co-op	1,917,940	1.81%
Entergy Louisiana, Inc.	1,826,440	1.72%
Regency Gas Gathering	1,539,105	1.45%
Bellsouth Telecommunications	1,366,840	1.29%
Total	<u>\$27,229,617</u>	<u>25.67%</u>

**3. CHANGES IN CAPITAL ASSETS**

The following presents the changes in capital assets for the year ended December 31, 2007:

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana  
Notes to the Financial Statements (Continued)

Balance, January 1, 2007	\$608,463
Additions	NONE
Deletions	<u>NONE</u>
Balance, December 31, 2007	608,463
Less accumulated depreciation	<u>(459,350)</u>
Net Capital Assets	<u>\$149,113</u>

**4. PENSION PLANS**

The district does not participate in any pension or retirement plans.

**5. LITIGATION AND CLAIMS**

The district is not involved in any litigation at December 31, 2007, nor is it aware of any unasserted claims.

**REQUIRED SUPPLEMENTARY INFORMATION**

**PART II**

**Schedule 1**

CLAIBORNE PARISH FIRE  
PROTECTION DISTRICT NO. 4  
Homer, Louisiana

BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
For the Year Ended December 31, 2007

	<u>BUDGET</u>	<u>ACTUAL (BUDGETARY BASIS)</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
<b>REVENUES</b>			
Taxes - ad valorem	\$122,000	\$150,538	\$28,538
Intergovernmental revenues - fire insurance rebate		22,654	22,654
Use of money and property	4,000	8,484	4,484
Other revenues		841	841
Total revenues	<u>126,000</u>	<u>182,517</u>	<u>56,517</u>
<b>EXPENDITURES</b>			
Current:			
General government - taxation:			
Personal services and related benefits	25,000	13,800	11,200
Operating services	52,108	29,896	22,212
Materials and supplies	5,000	3,826	1,174
Capital outlay	110,000		110,000
Intergovernmental	25,000	30,047	(5,047)
Total expenditures	<u>217,108</u>	<u>77,569</u>	<u>139,539</u>
<b>EXCESS (Deficiency) OF REVENUES OVER EXPENDITURES</b>	(91,108)	104,948	196,056
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>91,108</u>	<u>230,023</u>	<u>138,915</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>NONE</u>	<u>\$334,971</u>	<u>\$334,971</u>

See accompanying note to budgetary comparison schedule.

Claiborne Parish Fire  
Protection District No. 4  
Homer, Louisiana

NOTE TO BUDGETARY COMPARISON SCHEDULE

The proposed budget for the General Fund, prepared on the modified accrual basis of accounting, is made available for public inspection at least fifteen days prior to the beginning of each fiscal year. The budget is then legally adopted by the district and amended during the year, as necessary. The budget is established and controlled by the board of commissioners at the object level of expenditure. Appropriations lapse at year-end and must be reappropriated for the following year to be expended. All changes in the budget must be approved by the board of commissioners.

Formal budgetary integration is employed as a management control device during the year. Budgeted amounts included in the accompanying financial statement include the original adopted budget amounts. There were no budget amendments for the year ended December 31, 2007.